21 AUGUST 1961 CHECKLIST (COPY)

1. BERLIN. AS OF THIS MORNING, TRAFFIC ON THE AUTOBAHN
INTO BERLIN REMAINED NORMAL, DESPITE THE WIDE CURRENCY YESTERDAY
OF RUMORS THAT CLOSURE BY THE EAST GERMANS WAS IMMINENT. WE
BELIEVE THE RUMORS CAN BE TRACED TO A REMARK CREDITED TO AN
EAST GERMAN POLICEMAN THAT THE "BORDER CROSSING IS TO BE CLOSED
IN THE NEAR FUTURE." IF SUCH A STEP WERE, IN FACT, TAKEN THE
EAST GERMANS WOULD MOST LIKELY ALLEGE THE NEED FOR REPAIRS

50X1 50X1

THEIR SATISFACTION WITH THE STEPS TAKEN BY THE US. AMBASSADOR
DOWLING DESCRIBES THE VICE PRESIDENT'S VISIT AS AN OVERWHELMING
SUCCESS--THE MOST SIGNIFICANT EVENT IN BERLIN HISTORY SINCE
LIFTING OF THE BLOCKADE. MOSCOW HAS REACTED WITH PREDICTABLE INDIGNATION, BUT THE EAST GERMANS HAVE ASSUMED A STUDIED DISDAIN.

THERE HAS BEEN LITTLE CHANGE IN THE SITUATION IN EAST BERLIN. US MISSION OFFICERS ON 18 AUGUST NOTED TWO LARGE TANK PARKS IN THE CENTER OF THE CITY, BUT OBSERVED FEWER UNIFORMED PERSONNEL THAN EARLIER LAST WEEK. THERE HAVE BEEN INDICATIONS, HOWEVER, THAT THE REGIME IS PLANNING AN EARLY CURRENCY REFORM.

ON THE MILITARY SIDE, THERE HAS BEEN SOME INCREASE IN SOVIET
R
TRANSPORT ACTIVITY, AND THE GRADUAL AUGMENTATION OF EAST GERMAN FIGHTER
STRENGTH, UNDERWAY FOR SEVERAL MONTHS, CONTINUES.

50X1

ARCHIVAL RECORD PLEASE RETURN TO 50X1 50X1

Note that the second se	50X1
	THERE
ARE ALSO NUMEROUS REPORTS OF THE MOVEMENT OF SMALL UNIT	S OF
SOVIET AND EAST GERMAN GROUND FORCES. AT PRESENT, HOWE	VER, BEST
INDICATIONS ARE THAT THIS ACTIVITY IS CONNECTED WITH IM	PENDING
FIELD EXERCISES, REGULARLY STAGED AT THIS TIME OF YEAR.	50X1
	50X150X1
2. MOSCOW'S DISPLAY OF "CENTO DOCUMENTS" OUR EM	BASSY SEES
THE PROPAGANDA SHOW STAGED LAST FRIDAY AROUND THE PURPO	RTED
EVIDENCE OF CENTO AGGRESSIVENESS AS SERVING SEVERAL PUR	POSES:
(A) EXTENSION OF THE DRAMATIC THREATS OF NUCLEAR ATTACK	MADE
EARLIER AGAINST ITALY AND GREECE TO US MIDDLE EASTERN A	LLIES;
(B) BOOSTING OF THE CAMPAIGN AGAINST FOREIGN BASES FOR	THE BENEFIT
OF THE UPCOMING NEUTRALIST CONFERENCE, AND, (C) DISTRAC	TION FOR
THE SOVIET PUBLIC FROM THE BERLIN BORDER CLOSING.	50X
NOTES	
A. FRONDIZI, STILL UNDER FIRE FOR HIS MEETING WIT	H GUEVARA
LAST FRIDAY, IS NOW PLANNING A RADIO REPORT TO THE NATI	ON TONIGHT
TO EXPLAIN HIMSELF. QUADROS, WHO AWARDED THE CUBAN A H	IGH DECORATION
ON THE FOLLOWING DAY, IS ALSO GETTING SOME STATIC, ESPE	CIALLY
FROM THE BRAZILIAN MILITARY.	
B. OUR MILITARY MISSION IN SOUTH VIETNAM MARKS UP	THE 13-16
AUGUST OFFENSIVE AGAINST THE VIET CONG AS A WELL-MANAGE	50X1

50X1

- C. THE NORWEGIAN PRIME MINISTER'S NATIONAL SECURITY

 ADVISER TOLD OUR EMBASSY LAST FRIDAY THAT KHRUSHCHEV IS SEEKING

 SOME ACCEPTANCE OF A DIVIDED GERMANY AND THAT SOME SORT OF DE

 FACTO RECOGNITION IS UNAVOIDABLE. NORWEGIANS, HE SAID, DO NOT

 WANT TO BE BLOWN UP FOR "THE ADENAUER LINE."
- D. LAST MINUTE OPINION STILL GIVES CHEDDI JAGAN THE EDGE IN TODAY'S BRITISH GUIANA ELECTIONS.
- E. THE CHINESE COMMUNISTS ARE DOING CONSIDERABLE DIPLOMATIC LOBBYING AMONG THE NEUTRALISTS HOPING TO BLUNT ANTICIPATED INDIAN AND YUGOSLAV CRITICISM AT THE BELGRADE CONFERENCE.
- F. A LONDON OBSERVER CORRESPONDENT HAS REPORTED THAT BOMB FRAGMENTS FOUND IN AN ANGOLAN VILLAGE BOMBED BY THE PORTUGUESE ON 29 JULY ARE STAMPED "PROPERTY OF THE US AIR FORCE."